

STATEMENT OF PURPOSE

RS21051

This bill relates to income taxes and the investment tax credit statute. The bill clarifies the requirements for claiming investment tax credit carryovers and conforms to existing practices. Specifically, under the proposed changes, a taxpayer is not required to prove that qualified investment property maintains an Idaho situs when claiming any portion of an unused credit in years after the close of the recapture period, so long as the qualified property for which the credit was granted otherwise remained a qualified investment in each of the taxable years during the recapture period.

It is effective retroactively to January 1, 2012.

FISCAL NOTE

This bill clarifies existing understanding and practices regarding Idaho Code §63-3029B. There is no fiscal impact.

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